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UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

YING J. CHEN, ZHUO Z. LIN, ZHI L. CHEN, BIN, ZHENG, SHENG X. CHEN, MIN Y. CAI, MAN F. YUNG, XIAN Y. OU, JIAN H. WU, WEI X. LIANG, QIA S. LI, JIA R. ZHAO, XIAN Q. CHEN, CHUN YAU, QIA H. LI, YAO H. ZOU, PAUL WONG, JIAN M. WU, DONG Q. CHEN, YECK K. MUI, QIU L. WANG, MAO C. CHENG, LONG FANG, YE Y. LIANG, JIAN Q. YU, CHEE K. TSANG, ZHAO Y. ZHU AND YI C. CHEN,

Plaintiffs,

v.

JING FONG RESTAURANT, INC., SHUI LING LAM, YAU MING LAM, CHUN TSUI, CHUNG KO CHENG, POK MAN LEUNG, CHEN KWOK CHENG,

Defendants.

ECF

Case. No. 07 Civ. 3908 (JSR)

ANSWER

Defendants Jing Fong Restaurant, Inc. ("Jing Fong"), Shui Ling Lam, Yau Ming Lam, Chun Tsui, Chung Ko Cheng, Pok Man Leung, and Chen Kwok Cheng (hereinafter sometimes referred to collectively as "Defendants") by and through their attorneys McGuireWoods LLP, answer the complaint as follows:

AS TO THE PRELIMINARY STATEMENT

1. The allegations of Paragraph 1 contain a characterization of the Complaint by Plaintiffs that do not require any admissions or denials by Defendants. To the extent that

Paragraph 1 contains any allegations, Defendants deny each and every allegation contained in the Paragraph 1 of the Complaint.

- 2. Deny each and every allegation in Paragraph 2 of the Complaint, except state that Jing Fong was the subject of litigation in 1997, that a settlement was reached in that 1997 litigation between the parties that was memorialized in a Settlement Agreement and that document speaks for itself.
- 3. Deny each and every allegation in Paragraph 3 of the Complaint, except state that Jing Fong was the subject of litigation in 1997, that a settlement was reached in that 1997 litigation between the parties that was memorialized in a Settlement Agreement and that document speaks for itself.
 - 4. Deny each and every allegation in Paragraph 4 of the Complaint.
 - 5. Deny each and every allegation in Paragraph 5 of the Complaint.
 - 6. Deny each and every allegation in Paragraph 6 of the Complaint.
- 7. Deny each and every allegation in Paragraph 7 of the Complaint, except admit that certain Plaintiffs are required to wear uniforms.
 - 8. Deny each and every allegation in Paragraph 8 of the Complaint.
 - 9. Deny each and every allegation in Paragraph 9 of the Complaint.

AS TO JURISDICTION AND VENUE

- 10. Deny each and every allegation contained in Paragraph 10 of the Complaint, except admit that Plaintiffs purport to base jurisdiction on the statutes cited therein.
- 11. Deny each and every allegation contained in Paragraph 11 of the Complaint, except admit that Plaintiffs purport to base supplemental jurisdiction on the statutes cited therein.

12. Deny each and every allegation contained in Paragraph 12 of the Complaint, except admit that Plaintiffs purport to base venue on the statutes and reasons cited therein.

AS TO THE PARTIES

AS TO THE PLAINTIFFS

- 13. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 13 of the Complaint, except admit that Plaintiff Chen Ying Jon is an employee of Jing Fong.
- 14. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 14 of the Complaint, except admit that Plaintiff Lin Zhuo Zhu is an employee of Jing Fong.
- 15. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 15 of the Complaint, except admit that Plaintiff Chen Zhi Liang is an employee of Jing Fong.
- 16. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 16 of the Complaint, except admit that Plaintiff Zheng Bin is an employee of Jing Fong.
- 17. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 17 of the Complaint, except admit that Plaintiff Chen Sheng Xian is an employee of Jing Fong.
- 18. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 18 of the Complaint, except admit that Plaintiff Cai Min Yue is an employee of Jing Fong.

- 19. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 19 of the Complaint, except admit that Plaintiff Yung Man Fai is an employee of Jing Fong.
- 20. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 20 of the Complaint, except admit that Plaintiff Ou Xian Yang is an employee of Jing Fong.
- 21. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 21 of the Complaint, except admit that Plaintiff Wu Jian Hua is an employee of Jing Fong.
- 22. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 22 of the Complaint, except admit that Plaintiff Liang Wei Xuan is an employee of Jing Fong.
- 23. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 23 of the Complaint, except admit that Plaintiff Li Qia Shou is an employee of Jing Fong.
- 24. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 24 of the Complaint, except admit that Plaintiff Zhao Jia Rong is an employee of Jing Fong.
- 25. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 25 of the Complaint, except admit that Plaintiff Chen Xian Qiong is an employee of Jing Fong.

- 26. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 26 of the Complaint, except admit that Plaintiff Yau Chun is an employee of Jing Fong.
- 27. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 27 of the Complaint, except admit that Plaintiff Li Qia Huang is an employee of Jing Fong.
- 28. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 28 of the Complaint, except admit that Plaintiff Zou Yao Hong is an employee of Jing Fong.
- 29. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 29 of the Complaint, except admit that Plaintiff Wong Paul is an employee of Jing Fong.
- 30. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 30 of the Complaint, except admit that Plaintiff Wu Jian Min is an employee of Jing Fong.
- 31. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 31 of the Complaint, except admit that Plaintiff Chen Dong Qing is an employee of Jing Fong.
- 32. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 32 of the Complaint, except admit that Plaintiff Mui Yeck Kuen is an employee of Jing Fong.

- 33. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 33 of the Complaint, except admit that Plaintiff Wang Qiu Liang is an employee of Jing Fong.
- 34. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 34 of the Complaint, except admit that Plaintiff Cheng Mao Cheung is an employee of Jing Fong.
- 35. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 35 of the Complaint, except admit that Plaintiff Fang Long is an employee of Jing Fong.
- 36. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 36 of the Complaint, except admit that Plaintiff Liang Ye is an employee of Jing Fong.
- 37. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 37 of the Complaint, except admit that Plaintiff Yu Jian Quan is an employee of Jing Fong.
- 38. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 38 of the Complaint, except admit that Plaintiff Tsang Chee Keung is an employee of Jing Fong.
- 39. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 39 of the Complaint, except admit that Plaintiff Zhu Zhao Ying is an employee of Jing Fong.

40. Deny knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 40 of the Complaint, except admit that Plaintiff Chen Yi Cong is an employee of Jing Fong.

AS TO THE DEFENDANTS

- 41. Admit the allegations in Paragraph 41 of the Complaint.
- 42. Admit the allegations in Paragraph 42 of the Complaint.
- 43. Deny each and every allegation contained in Paragraph 43 of the Complaint, except admit that Defendant Shui Ling Lam is a shareholder and officer of Jing Fong.
- 44. Deny each and every allegation contained in Paragraph 44 of the Complaint, except admit that Defendant Yau Ming Lam is a manager of Jing Fong and has certain duties relating to Jing Fong's administration of its employee practices and policies.
- 45. Deny each and every allegation contained in Paragraph 45 of the Complaint, except admit that Defendant Chun Tsui is a shareholder and manager of Jing Fong.
- 46. Deny each and every allegation contained in Paragraph 46 of the Complaint, except admit that Defendant Chung Ko Cheng is a shareholder of Jing Fong.
- 47. Deny each and every allegation contained in Paragraph 47 of the Complaint, except admit that Defendant Pok Man Leung is a shareholder of Jing Fong.
- 48. Deny each and every allegation contained in Paragraph 48 of the Complaint, except admit that Defendant Chen Kwok Cheng is a manager of Jing Fong.

AS TO THE STATEMENT OF FACTS

- 49. Deny each and every allegation contained in Paragraph 49 of the Complaint, except admit that certain of the individual Defendants are employees of Jing Fong.
- 50. Deny each and every allegation contained in Paragraph 50 of the Complaint, except admit that there are federal and state labor law requirements regarding minimum wage and tip distribution and that Defendants are fully complying with all such laws.
- 51. Deny each and every allegation contained in Paragraph 51 of the Complaint, except admit that in 1997 the Attorney General of the State of New York brought a proceeding and a group of Jing Fong employees brought a separate action against Defendant Jing Fong before this Court and that the complaints filed in both proceedings speak for themselves.
- 52. Deny each and every allegation contained in Paragraph 52 of the Complaint, except admit that in 1997 Defendant Jing Fong entered into an Assurance of Discontinuance with the Attorney General of the State of New York which contained an express disclaimer of wrongdoing or liability and that document speaks for itself.
- 53. Deny each and every allegation contained in Paragraph 53 of the Complaint, except admit that in 1997 Defendant Jing Fong entered into a Settlement Agreement with plaintiffs who were Jing Fong employees which contained an express disclaimer of wrongdoing or liability and that document speaks for itself.
- 54. Deny each and every allegation contained in Paragraph 54 of the Complaint, except admit that in 1997 Defendant Jing Fong entered into an Assurance of Discontinuance with the Attorney General of the State of New York and in 1997 Defendant Jing Fong entered into a Settlement Agreement with the plaintiffs who were Jing Fong employees

both of which contained an express disclaimer of wrongdoing or liability and that these documents speak for themselves.

- 55. Deny each and every allegation contained in Paragraph 55 of the Complaint, except admit that in 1997 Defendant Jing Fong entered into an Assurance of Discontinuance with the Attorney General of the State of New York and that this document speaks for itself.
- 56. Deny each and every allegation contained in Paragraph 56 of the Complaint, except admit that in 1997 Defendant Jing Fong entered into an Assurance of Discontinuance with the Attorney General of the State of New York and that this document speaks for itself.
- 57. Deny each and every allegation contained in Paragraph 57 of the Complaint, except admit that in 1997 Defendant Jing Fong entered into an Assurance of Discontinuance with the Attorney General of the State of New York and in 1997 Defendant Jing Fong entered into a Settlement Agreement with the plaintiffs who were Jing Fong employees and that these documents speak for themselves.
- 58. Deny each and every allegation contained in Paragraph 58 of the Complaint, except admit that 29 U.S.C. § 206 sets the federal guidelines for minimum wages, that this statute speaks for itself, and that Defendants have fully complied with this statute.
- 59. Deny each and every allegation contained in Paragraph 59 of the Complaint, except admit that New York Labor Law § 652 sets the New York State guidelines for minimum wages, that this statute speaks for itself, and that Defendants have fully complied with this statute.

- 60. Deny each and every allegation contained in Paragraph 60 of the Complaint.
- 61. Deny each and every allegation contained in Paragraph 61 of the Complaint.
- 62. Deny each and every allegation contained in Paragraph 62 of the Complaint.
- 63. Deny each and every allegation contained in Paragraph 63 of the Complaint, except admit that 12 N.Y.C.R.R. 137-1.3 sets the New York City guidelines for minimum wages, that this regulation speaks for itself, and that Defendants have fully complied with this statute.
- 64. Deny each and every allegation contained in Paragraph 64 of the Complaint, except admit that certain Plaintiffs herein have at certain times worked in excess of forty (40) hours per week.
- 65. Deny each and every allegation contained in Paragraph 65 of the Complaint.
- 66. Deny each and every allegation contained in Paragraph 66 of the Complaint, except state that customers have left gratuities.
- 67. Deny each and every allegation contained in Paragraph 67 of the Complaint.
- 68. Deny each and every allegation contained in Paragraph 68 of the Complaint, except admit that Plaintiffs worked at banquets.
- 69. Deny each and every allegation contained in Paragraph 69 of the Complaint.

70. Deny each and every allegation contained in Paragraph 70 of the Complaint.

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- 71. Deny each and every allegation contained in Paragraph 71 of the Complaint.
- 72. Deny each and every allegation contained in paragraph 72, except admit that certain Plaintiffs are required to wear uniforms.
- 73. Deny each and every allegation contained in Paragraph 73 of the Complaint.

AS TO THE FIRST CAUSE OF ACTION Minimum Wages Under the Fair Labor Standards Act

- 74. Repeat and reallege each and every response to the allegations contained in Paragraphs 1 through 73 of the Complaint as if fully set forth herein.
- 75. Admit that Jing Fong employed Plaintiffs within the meaning of the FLSA.
 - 76. Admit the allegations in Paragraph 76 of the Complaint.
- 77. Deny each and every allegation contained in Paragraph 77 of the Complaint.
- 78. Deny each and every allegation contained in Paragraph 78 of the Complaint.

AS TO THE SECOND CAUSE OF ACTION Minimum Wages Under the New York Labor Law

79. Repeat and reallege each and every response to the allegations contained in Paragraphs 1 through 78 of the Complaint as if fully set forth herein.

80. Admit that Plaintiffs were employed by Jing Fong within the meaning of the New York Labor Law.

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- 81. Deny each and every allegation contained in Paragraph 81 of the Complaint.
- 82. Deny each and every allegation contained in Paragraph 82 of the Complaint.

AS TO THE THIRD CAUSE OF ACTION Overtime Wages Under the Fair Labor Standards Act

- 83. Repeat and reallege each and every response to the allegations contained in Paragraphs 1 through 82 of the Complaint as if fully set forth herein.
- 84. Admit that Plaintiffs were employed by Jing Fong within the meaning of the FLSA.
 - 85. Admit the allegations in Paragraph 85 of the Complaint.
- 86. Deny each and every allegation contained in Paragraph 86 of the Complaint.
- 87. Deny each and every allegation contained in Paragraph 87 of the Complaint.

AS TO THE FOURTH CAUSE OF ACTION Overtime Wages Under New York Law

- 88. Repeat and reallege each and every response to the allegations contained in Paragraphs 1 through 87 of the Complaint as if fully set forth herein.
- 89. Admit that Plaintiffs were employed by Jing Fong within the meaning of the New York Labor Law.

- Document 6
- 90. Deny each and every allegation contained in Paragraph 90 of the Complaint.
- 91. Deny each and every allegation contained in Paragraph 91 of the Complaint.

AS TO THE FIFTH CAUSE OF ACTION Tip Credit Claim Under the Fair Labor Standards Act

- Repeat and reallege each and every response to the allegations contained 92. in Paragraphs 1 through 91 of the Complaint as if fully set forth herein.
 - 93. Admit the allegations in Paragraph 93 of the Complaint.
 - Admit the allegations in Paragraph 94 of the Complaint. 94.
- Deny each and every allegation contained in Paragraph 95 of the 95. Complaint.
- Deny each and every allegation contained in Paragraph 96 of the 96. Complaint.
- 97. Deny each and every allegation contained in Paragraph 97 of the Complaint.

AS TO THE SIXTH CAUSE OF ACTION Claim for Retained Gratuities Under New York Labor Law

- 98. Repeat and reallege each and every response to the allegations contained in Paragraphs 1 through 97 of the Complaint as if fully set forth herein.
- 99. Deny each and every allegation contained in Paragraph 99 of the Complaint, except state that Plaintiffs worked at Jing Fong and that these Plaintiffs received gratuities on certain occasions.

- 100. Deny each and every allegation contained in Paragraph 100 of the Complaint.
- Deny each and every allegation contained in Paragraph 101 of the 101. Complaint.
- Deny each and every allegation contained in Paragraph 102 of the 102. Complaint.

AS TO THE SEVENTH CAUSE OF ACTION Claim for Gratuities Controlled and Distributed by Defendants Under FLSA and New York Labor Law

- Repeat and reallege each and every response to the allegations contained 103. in Paragraphs 1 through 102 of the Complaint as if fully set forth herein.
- 104. Deny each and every allegation contained in Paragraph 104 of the Complaint, except state that Plaintiffs worked at Jing Fong and that these Plaintiffs received gratuities on certain occasions.
- Deny each and every allegation contained in Paragraph 105 of the 105. Complaint.
- 106. Deny each and every allegation contained in Paragraph 106 of the Complaint.

AS TO THE EIGHTH CAUSE OF ACTION Reimbursement for Required Uniforms Under New York Labor Law

- Repeat and reallege each and every response to the allegations contained 107. in Paragraphs 1 through 107 of the Complaint as if fully set forth herein.
- 108. Deny each and every allegation contained in Paragraph 108 of the Complaint.

109. Deny each and every allegation contained in Paragraph 109 of the Complaint.

AS TO THE NINTH CAUSE OF ACTION Breach of Contract Under New York Law

- 110. Repeats and realleges each and every response to the allegations contained in Paragraphs 1 through 109 of the Complaint as if fully set forth herein.
- 111. Deny each and every allegation contained in Paragraph 111 of the Complaint.
- 112. Deny each and every allegation contained in Paragraph 112 of the Complaint.
- 113. Deny each and every allegation contained in Paragraph 113 of the Complaint.
- 114. Deny each and every allegation contained in Paragraph 114 of the Complaint.

FIRST DEFENSE

Plaintiff's Complaint fails to state a claim, in whole or in part, upon which relief can be granted.

SECOND DEFENSE

Plaintiffs' claims are barred in whole or in part because, at all times relevant hereto, Defendants have acted in good faith and have not violated any rights that may be secured to Plaintiffs under any federal, state, or local laws, rules, regulations or guidelines.

THIRD DEFENSE

Plaintiffs' claims are barred in whole or in part based on the applicable statute of limitations.

FOURTH DEFENSE

Each and every action taken by Defendants with respect to Plaintiffs was justified by business necessity.

FIFTH DEFENSE

Plaintiffs' claims are barred by the doctrine of unclean hands.

SIXTH DEFENSE

Plaintiffs' claims are barred in whole or in part because Defendants' actions at all times were motivated by legitimate business reasons.

SEVENTH DEFENSE

Plaintiffs' claims are barred in whole or in part by the doctrines of waiver, estoppel, laches or ratification.

EIGHTH DEFENSE

Plaintiffs' claims are barred by the parol evidence rule.

NINTH DEFENSE

Plaintiffs' claims are barred in whole or in part because they have failed to satisfy the applicable statutory prerequisites for their purported claims.

TENTH DEFENSE

Plaintiffs have failed to establish that any alleged violations were willful.

ELEVENTH DEFENSE

Plaintiffs' claims are barred by the doctrine of unclean hands.

TWELFTH DEFENSE

Plaintiffs' claims for damages are barred in whole or in part because of their failure to mitigate their damages.

THIRTEENTH DEFENSE

Plaintiffs have failed to state a claim for punitive damages.

FOURTEENTH DEFENSE

Plaintiffs have failed to state a claim for prejudgment interest.

FIFTEENTH DEFENSE

Plaintiffs have failed to state a claim for liquidated damages.

SIXTEENTH DEFENSE

The relief sought by Plaintiffs is barred, in whole or in part, because, at all relevant times, Defendants acted in good faith with respect to Plaintiffs and had reasonable grounds to believe that the acts or omissions alleged did not violate any applicable law.

SEVENTEENTH DEFENSE

The relief sought by Plaintiffs is barred, in whole or in part, by the fact that they were paid all compensation and benefits to which they were lawfully entitled and to which they voluntarily agreed and expected.

EIGHTEENTH DEFENSE

Plaintiffs have failed to state a claim because any alleged deductions were authorized by the employees and were for the benefit of the employees.

NINETEENTH DEFENSE

Defendants reserve the right to assert that some or all of Plaintiffs' claims and/or their demands for relief are barred or are otherwise not actionable because of the after acquired evidence doctrine and conduct of Plaintiffs if the facts reveal this to be the case upon completion of discovery.

TWENTIETH DEFENSE

Defendants reserve the right to assert additional affirmative and other defenses as they become known during the course of discovery.

TWENTY-FIRST DEFENSE

Plaintiffs' claims are barred, in whole or in part, based on the documentary evidence.

TWENTY-SECOND DEFENSE

Plaintiffs' are barred because there was no contract between the parties.

WHEREFORE, Defendants demand judgment as follows:

- a) Enter judgment dismissing the Complaint in its entirety with prejudice;
- b) Granting Defendants the costs and disbursements incurred in connection with this action, including attorneys' fees; and
- c) For such other and further relief as this Court deems just and proper.

Dated: July 2, 2007

New York, New York

McGUIREWOODS LLP

By:

Michael J. DiMattia (MD-0473)

Philip A. Goldstein (PAG-0908)

McGuireWoods LLP

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